

Offering Circular Supplement  
(To Offering Circular Dated June 30, 1989)

**Freddie  
Mac**

---

---

---

---

# Federal Home Loan Mortgage Corporation

## Mortgage Participation Certificates (Guaranteed)

Effective March 1, 1991, Freddie Mac will purchase Balloon/Reset Mortgages under the MultiLender Swap Program in exchange for an equivalent principal amount of Gold PCs representing undivided interests in a Cash PC Pool comprised of such Balloon/Reset Mortgages and other Balloon/Reset Mortgages purchased by Freddie Mac from a number of sellers for cash and/or in exchange for Gold PCs. Capitalized terms used but not otherwise defined in this Supplement will have the respective meanings given to them in Freddie Mac's Mortgage Participation Certificates (Guaranteed) Offering Circular dated June 30, 1989 (together with the Supplements thereto dated June 30, 1990 and November 15, 1990, the "Offering Circular").

### DESCRIPTION OF MORTGAGE PARTICIPATION CERTIFICATES

#### PC Pools

##### *PC Pools formed under the Cash Program and the MultiLender Swap Program*

Effective March 1, 1991, Freddie Mac will purchase Balloon/Reset Mortgages in exchange for a Gold PC representing an undivided interest in a Cash PC Pool containing the Balloon/Reset Mortgages so purchased as well as other Balloon/Reset Mortgages purchased by Freddie Mac under its Cash Program and/or under its MultiLender Swap Program. As is the case with any other purchase of Mortgages under Freddie Mac's MultiLender Swap Program, a seller will receive a Cash PC with a principal amount equal to the aggregate unpaid principal balance (as of the date of delivery) of the Mortgages delivered by the seller to Freddie Mac for purchase, representing such seller's proportionate share of the related Cash PC Pool. Such Cash PC Pools will be represented by Gold PCs only and will consist entirely of 30-Due-in-5 Mortgages or 30-Due-in-7 Mortgages, as the case may be.

Balloon/Reset Mortgages eligible for delivery under the MultiLender Swap Program are those described in the Offering Circular under "The Mortgages" and the Cash PC Pools containing such Mortgages will be formed in the manner described in the Offering Circular under "PC Pools formed under the Cash Program and the MultiLender Swap Program."

Prefixes, Freddie Mac's guarantees, the calculation of Pool Factors and the Final Payment Date for Gold PCs representing interests in Balloon/Reset Mortgages issued under the MultiLender Swap Program are the same as those applicable to Gold PCs representing interests in Balloon/Reset Mortgages issued under the Cash Program. See "Description of Mortgage Participation Certificates" in the Offering Circular for a description of the characteristics of Balloon/Reset Mortgages and Gold PCs formed under Freddie Mac's Cash Program and the MultiLender Swap Program. See "Certain Federal Income Tax Consequences" in the Offering Circular for a discussion of potential tax consequences of exchanging Mortgages for PCs under the MultiLender Swap Program.